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SUPPLEMENT TO
REPORT NO.

25X1

THIS IS UNEVALUATED INFORMATION

1. The Hauptabteilung Regierungsaufträge of the DDR State Secretariat for Material Procurement, under the direction of Arthur Posch, currently employs 63 people. (1)

<u>Abteilung</u>	<u>Consumer Group</u>	<u>Chief</u>
I.	Office of Reparations	Wango
II.	Soviet agencies and Red Army	Koch
III.	DDR Büro Für Wirtschaftsfragen; General police	Reine
IV.	Various DDR consumers not included in Economic Plan, such as units responsible for reconstruction of East Berlin	Sande
V.	Deutsche Zentrale Verwaltungen und Organisationen (ZVO)	
VI.	FAA and HVA	Seedor

3. It is the task of the Hauptabteilung Regierungsaufträge to distribute the materials assigned to it by the State Planning Commission to the various consumer groups and to control the use of these materials. Consumer control is effected by requiring the consumer to submit monthly reports concerning the use of materials to that Abteilung to which the respective group is responsible. (2) These reports are divided according to Planposition of the material or commodity. The most important task of the Hauptabteilung, however, is to ensure the supply of materials for reparations.

Abteilung II has a special function. Each Soviet agency submits orders to the Abteilung. These orders are then translated into German and are given to the designated supplying firms as "Regierungsaufträge". The orders must be accepted by the firms: they are

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assigned the highest priority for delivery. Each firm must submit monthly reports to the Hauptabteilung on each individual "Regierungsauftrag". The Hauptabteilung is responsible for the speedy completion of these orders.

- 25X1 (1) [] Comment: Another Government agency in reporting the minutes of East German Cabinet meetings has indicated that approximately twenty persons are to be transferred from the Hauptabteilung Regierungsaufträge to the Büro für Wirtschaftsfragen.
- 25X1 (2) [] Comment: The Hauptabteilung is apparently badly organized and has, in reality, little supervision since the reports necessary for consumer control are not submitted regularly. In addition, the Büro für Wirtschaftsfragen and the HVA are authorized to place "Regierungsaufträge" independently.

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